GOVERNMENT OF INDIA
POWER
LOK SABHA

STARRED QUESTION NO:362
ANSWERED ON:22.03.2001
REPORT OF CONSULTANT COMMITTEE ON CPSU
SHANKERSINH VAGHELA

Will the Minister of POWER be pleased to state:

(a) whether the report of Consultant Committee on Central Power Sector Undertakings was received long back;

(b) if so, the details thereof;

(c) the number of recommendations accepted by the Government;

(d) the number of recommendations not accepted along with the reasons therefor; and

(e) the progress made in implementing the same?

Answer

THE MINISTER OF POWER (SHRI SURESH P. PRABHU)

(a) to (e) : A Statement is laid on the Table of the House.

STATEMENT REFERRED TO IN REPLY TO PARTS (a) TO (e) OF STARRED QUESTION NO. 362 TO BE ANSWERED IN TH LOK SABHA ON 22.03.2001 REGARDING REPORT OF CONSULTANT COMMITTEE ON CPSU.

(a) : The Disinvestment Commission after considering various aspects of the National Thermal Power Corporation (NTPC), National Hydroelectric Power Corporation (NHPC) and Power Grid Corporation of India Ltd. (PGCIL) recommended that no disinvestment be taken up for the present. The Commission, however, recommended that these organizations should study the alternatives for restructuring together with managerial restructuring before embarking on the process of disinvestment.

M/s. ICICI and SBI Capital Markets were engaged as consultants to study the financial engineering of the Central Power Sector Undertakings with a view to enabling them to leverage larger resources for investment. Thereafter M/s. ICICI and SBI Cap have further been engaged to undertake a joint study to suggest an appropriate model of restructuring for both NTPC and PGCIL. The report of the consultants is yet to be received by the Government.

(b) to (e) : In view of the above, does not arise.